



J. TYLER McCAULEY
AUDITOR-CONTROLLER

**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

KENNETH HAHN HALL OF ADMINISTRATION
500 WEST TEMPLE STREET, ROOM 525
LOS ANGELES, CALIFORNIA 90012-2766
PHONE: (213) 974-8301 FAX: (213) 626-5427

May 9, 2003

TO: Supervisor Yvonne Brathwaite Burke, Chair
Supervisor Gloria Molina
Supervisor Zev Yaroslavsky
Supervisor Don Knabe
Supervisor Michael D. Antonovich

FROM: J. Tyler McCauley *tm*
Auditor-Controller

SUBJECT: **Cash Flow Projection**

Attached is the latest cash flow projection for the General Fund and Hospital Enterprise Funds. The estimated June 30, 2003 combined cash balances for the General Fund and Hospital Enterprise Funds are positive \$538 million. This amount has been increased by \$150 million from the previous month's estimate of \$388 million. The increase is attributable to improved General Fund cash receipts from federal and State funded programs. Overall cash flows for the Hospital Enterprise Funds also continued to improve.

Short-Term Outlook

Our previous report estimated the April 30, 2003 cash balances at positive \$376 million. The actual cash balances were negative \$7 million. The large difference is mostly attributable to the disbursement of \$418 million for the SB1255 program. The County was able to initiate the SB1255 process earlier than expected. As a result of this disbursement, the County received \$549 million of SB1255 cash receipts from the State on May 5, 2003. Additional SB1255 cash receipts of \$235 million are expected in June 2003.

In last month's report we indicated that there were uncertainties regarding cash receipts related to the Tobacco Settlement and Child Support Services. Tobacco Settlement amounts were received as originally anticipated during April and although the Child Support administrative payment from the State was delayed, it was received this week. The estimated May 31, 2003 cash balances are positive \$496 million.

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We will continue to monitor the County's cash position for the remaining two months of this year. We are also working with the CAO and the Treasurer and Tax Collector to develop cash flow projections for the next fiscal year. If you have any questions, please call.

JTM-JN-leh
Administrative\cfp2

Attachment

c: David E. Janssen
Violet Varona-Lukens
Mark J. Saladino
Dr. Thomas L. Garthwaite
Fred Leaf
Philip L. Browning

GENERAL FUND
ENTERPRISE FUNDS
MONTHLY CASH FLOW PROJECTION
(in thousands)

	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL		
Description	July 2002	August 2002	September 2002	October 2002	November 2002	December 2002	January 2003	February 2003	March 2003	April 2003	May 2003	June 2003
General Fund :												
Beginning Cash	\$ 775,257	\$ 976,113	\$ 856,749	\$ 691,326	\$ 447,121	\$ 245,917	\$ 498,302	\$ 614,206	\$ 573,555	\$ 295,964	\$ (9,302)	\$ 486,190
Receipts	1,521,717	1,044,497	727,502	807,874	702,802	1,596,082	1,241,298	949,900	751,341	1,284,665	1,596,320	2,094,138
Disbursements	(1,320,861)	(1,163,861)	(892,925)	(1,052,079)	(904,006)	(1,343,697)	(1,125,394)	(990,551)	(1,028,932)	(1,589,931)	(1,100,828)	(2,041,993)
Month End Cash	\$ 976,113	\$ 856,749	\$ 691,326	\$ 447,121	\$ 245,917	\$ 498,302	\$ 614,206	\$ 573,555	\$ 295,964	\$ (9,302)	\$ 486,190	\$ 538,335
Enterprise Funds :												
Month End Cash	(62,363)	6,157	(13,730)	13,193	(17,833)	9,837	14,266	6,098	7,390	2,022	10,000	0
Total Month End Cash	\$ 913,750	\$ 862,906	\$ 677,596	\$ 460,314	\$ 228,084	\$ 508,139	\$ 628,472	\$ 579,653	\$ 303,354	\$ (7,280)	\$ 496,190	\$ 538,335